After Recording Return To:

Jeriko Development, Inc. 63020 NE Lower Meadow Drive, Suite 1 Bend, Oregon 97701 Crook County Official Records
DEED-CCR
Cnt=1 Stn=6 CCOUNTER

\$85.00 \$11.00 \$10.00

\$106.00

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Deanna Berman, County Clerk for Crook County, Oregon, certify that the instrument Identified herein was recorded in the Clerk records.

Declaration of Covenants and Restrictions

KEY P.

For Tom McCall Business Park Phase I

This Declaration of Covenants and Restrictions For Tom McCall Business Park Phase I (this "Declaration") is made this // day of // Av , 2005, by JERIKO DEVELOPMENT, Inc., an Oregon corporation ("Declarant"), relates to certain property owned by Declarant in the City of Prineville, Crook County, Oregon, which is described on the attached Exhibit A (the "Business Park").

Declarant intends to develop the Business Park as a planned business and industrial complex in which diverse light industrial and commercial uses can operate in an efficient and aesthetically pleasing environment. To insure the orderly development of the Business Park in accordance with this goal, Declarant shall impose architectural controls, limitations on improvements, and other covenants and restrictions. To provide for continuity in the development of the Business Park, Declarant desires to provide a formal mechanism for the continued exercise of controls and enforcement of protective covenants as set forth in this Declaration.

ARTICLE 1

General Declaration Creating Business Park

1.1 Declaration of Protective Covenants

Declarant hereby declares that the Business Park is now held and shall hereafter be conveyed, leased, occupied, operated and used solely in compliance with the conditions, covenants, restrictions, and agreements (hereafter referred to as the "Protective Covenants") set forth by this Declaration. The Protective Covenants shall bind and inure to the benefit of and pass with each and every Site (as defined in Section 2.3) into which the Business Park may be divided, shall apply to and bind and inure to the benefit of the heirs, successors and assigns of every Owner (as defined in Section 2.1), and shall constitute covenants running with the land with respect to each Site.

1.2 Additional Land

Declarant owns the additional land near the Business Park described in the attached Exhibit B (the "Future Phases"). Declarant may submit the Future Phases or other additional contiguous or nearby land owned by Declarant to this Declaration at any time by recording in the county deed records an amendment to this Declaration describing the additional land and stating

that it is subject to these Protective Covenants. Declarant may bring all of the additional land into the Business Park at once or in as many phases as Declarant desires. Upon recording of an amendment, the land described in the amendment shall be a part of the Business Park. Declarant, in its sole discretion, may impose different or additional restrictions on subsequent phases as they are added to the Business Park.

ARTICLE 2

DEFINITIONS

The following definitions shall apply to the use of the associated words and phrases in this Declaration:

- 2.1 Owner: The holder of a fee simple interest in a Site, the holder of a vendee's interest in a Site under a recorded installment contract of sale, and the holder of a leasehold estate in a Site. The holder of a leasehold estate in a building or a portion of a building comprising less than all of a Site is not an Owner. If there are two or more co-owners of a Site, they shall collectively constitute only one Owner for the purposes of the Protective Covenants, and shall have only one vote on any matter on which Owners may vote as provided in Section 7.3 (b).
- 2.2 Owners' Committee: The committee of Owners formed pursuant to the provisions of Article 7.
- 2.3 Site: A parcel comprising all of the contiguous land in the Business Park held by the same Owner or Owners, unless such parcel has been lawfully partitioned or subdivided, in which case each parcel or lot created by partition or subdivision is a Site.

ARTICLE 3

USE RESTRICTIONS

3.1 Approval of Uses

A Site shall only be used for purposes consistent with these Protective Covenants. No use shall be made of a Site without the prior written approval of Declarant. A request for approval shall be submitted in writing to Declarant by an Owner and Declarant shall have thirty (30) days in which to indicate approval or disapproval. If Declarant gives no written notice to the Owner within such thirty-day (30) period, then the proposed use shall be deemed denied.

3.2 Compliance with Zoning

Subject to 3.1 above, a Site shall only be used for business and industrial purposes consistent with zoning ordinances of the government agencies having jurisdiction over the Business Park.

3.3 Partition, Subdivision and Lot-Line Adjustments

A Site shall not be partitioned or subdivided, nor shall any lot line be adjusted, without the prior written approval of Declarant. A request for approval shall be submitted and reviewed in the same manner provided in Section 3.1 above. There shall not be any divisions of lands that will create a Site less than ½ acre in size.

3.4 Prohibited Activities

No use will be conducted on a Site, nor shall any materials or products be manufactured, processed or stored thereon, which shall in the opinion of the Declarant, cause an undue fire or health hazard in the Business Park, or constitute a nuisance or cause the emission of noxious odors, gases, smoke, or particulates, or cause excessive noise, or create excessive traffic in the Business Park or on the roads that provide access to the Business Park.

3.5 Compliance with Laws and Regulations

In addition to compliance with these Protective Covenants, each Owner shall ensure that the condition and use of its Site shall comply with all applicable federal, state, and local laws and regulations applicable to its Site, including but not limited to those of the State Department of Environmental Quality, and applicable health, zoning, and building regulations, laws and ordinances.

ARTICLE 4

DESIGN APPROVAL

4.1 Approval Required

No excavation, building, structure, landscaping, pavement, or other improvements of any kind shall be constructed, altered, modified, or placed on any Site until the plans therefor submitted by an Owner shall have received Declarant's written approval. Approval shall be based upon final plans and specifications prepared by licensed architects, engineers, or other qualified professionals. Two copies of the plans and specifications described below shall be submitted along with a \$500 review fee:

- (a) A site plan showing the location, size, configuration, and layout of any building, structure, facility and exterior lighting (or, where applicable, any alteration, addition, modification or demolition thereto) including appurtenant facilities for parking, tanks, storage, loading, deliveries, and vehicular and pedestrian traffic and circulation, and including the location of utility lines and sanitary sewer lines.
- (b) Architectural plans and drawings showing the nature, style, and dimensions of any building, structure, facility, fence, wall, barrier, deck and exterior lighting (or, where applicable, any alteration, addition, modification, or demolition thereto) including the exterior material types, colors, appearance, and the type of screening for roof-mounted fixtures and the type of screening for exterior equipment and for tanks and other exterior storage areas.

- (c) A landscape plan showing the nature, type, size, location and layout of all landscaping, vegetation, or ground cover proposed to be planted, installed, or (where applicable) removed or destroyed.
- (d) A topographical plan showing the elevation, slope and grade of any site work (including the nature, location, and utilization of any removal or filling of soil) proposed to be done in connection with any proposed improvement, development, modification or demolition of any building, structure, or facility or of any planning, installation or removal of any landscaping, vegetation or ground cover.
- (e) If and when a traffic study is required by local jurisdiction for any application to improve or develop any lot in the Business Park, Declarant reserves the right to approve and/or hire his own licensed Oregon traffic engineer for peer review. This review may revoke results and may result in modification of trip generation data. Trip distribution for industrial uses will be given highest priority. If and when the traffic use by any lot owner is greater than normal in an industrial zone, traffic mitigation shall be the lot owner's or the Applicant's responsibility.

4.2 Time for Indicating Approval

Declarant shall have thirty (30) days after an Owner's proper submission of all plans and specifications pursuant to Section 4.1 and payment of the review fee established pursuant to Section 4.6 within which to indicate approval or disapproval. If Declarant gives no written notice to the Owner indicating approval or disapproval within such thirty (30)-day period, then plans shall be deemed approved. Declarant shall state the reasons for any disapproval. If plans are revised and resubmitted following any disapproval, Declarant shall respond within twenty days (20) after receiving the revised plans, and lack of such response shall be deemed to be approval. Declarant may at any time extend the amount of time in which to exercise its approval right by giving notice to the applicant stating that such an extension is required and the length of the required extension.

4.3 Basis for Approval

In exercising its right of approval, Declarant shall consider the adequacy of the Site dimensions for the proposed improvement, the impact of the improvements and uses upon neighboring Sites and the surrounding transportation infrastructure, the relationship of the proposed improvement to the topography of the Site and neighboring Sites, the effect of any proposed parking area or roadway on traffic within or outside of the Business Park, the adequacy of storm water retention and drainage to accommodate such water, and the conformity of the plans and specifications to the standards of Article 5 and to the purpose and general concept of the Business Park. Declarant shall not arbitrarily or unreasonably withhold its approval of plans and specifications.

4.4 Design Review by Governmental Authorities

Any plans or specifications submitted to the governmental authorities for purposes of obtaining appropriate use approvals, design review approvals, or building permits shall bear the

signature of Declarant approving said plans and specifications, and the date of approval.

4.5 Purpose and Effect of Approval

Declarant's review and approval or disapproval of plans and specifications are for Declarant's sole benefit and do not constitute a representation or warranty that such plans and specifications are or are not suitable for the purposes for which they are intended, or that they comply with any building or engineering standard, code, or ordinance. Each Owner, upon submitting plans and specifications for approval, agrees to indemnify and hold Declarant, its agents, contractors, successors and assigns harmless from and against any and all claims, damages, expenses, liabilities or losses arising out of or in any way connected with plans and specifications submitted for review in accordance with Section 4.1.

4.6 Design Review Fee

Declarant may from time to time adjust the fee described in Section 4.1 for reviewing an Owner's plans and specifications submitted pursuant to this Article 4. The increase in the review fee shall reasonably approximate the increased costs incurred in connection with such review.

ARTICLE 5

DEVELOPMENT AND OPTIONAL STANDARDS

5.1 Building to Land Ratio

The ratio of building coverage to Site area is subject to the approval of the Declarant, but in no instance may the ratio exceed fifty percent (50%).

5.2 Setbacks

All building setbacks shall comply with applicable city and county zoning ordinances.

5.3 Parking

Each Site shall provide adequate employee, vendor and customer parking, loading and delivery facilities to accommodate all operations or uses relating to the Site without requiring onstreet parking. If parking requirements increase as a result of a change in use or expansion of an existing use, additional off-street parking shall be provided to satisfy the requirements of this section. All driveways and parking areas shall be paved and curbed in accordance with approval plans and specifications. Loading areas shall be located and screened to restrict to the greatest extent practicable their view from the street and neighborhood.

5.4 Landscaping

Each Site shall be landscaped in conformity with approved plans and specifications which shall include a detailed landscaping plan. In addition, each Owner shall landscape and maintain any unpaved areas between the street and the Site property line. Landscaping shall be

installed and operable within sixty (60) days of issuance of a certificate of occupancy or substantial completion of any improvements on the Site, whichever occurs first, or as soon thereafter as weather permits.

5.5 Construction

Any building erected on a Site shall conform to the following construction practices:

- (a) The lower four (4) feet or twenty percent (20%) of the height, whichever is greater, of exterior walls must be finished with architectural masonry units, concrete block, natural stone or precast concrete, all as approved by Declarant. Such finish building material shall be applied to all sides of a building which are visible to the general public, as well as from neighboring property and streets. As a substitute for such finish on the sides and rear of the structure, a slat-type fence that screens the sides and rear of the structure may be installed using materials acceptable to Declarant; provided, however, that such fence must be continually maintained and repaired, and any removal of the fence shall trigger the Owner's obligation to finish the structure in compliance with the first sentence of this paragraph. Colors shall be earth-tones or otherwise harmonious and compatible with colors of the natural surroundings and other nearby buildings. Bright red and bright blue coloring shall not be permitted. The Declarant shall have the sole right to approve or disapprove materials and colors.
- (b) All eaves shall have a minimum overhang of two (2) feet, except in the cases of buildings with flat roofs or building walls located within two (2) feet of the property line.
- (c) No temporary buildings or other temporary improvements, including trailers, tents or shacks shall be permitted on Site. Temporary improvements used solely in connection with the construction or sales of permanent approved improvements may be permitted provided they are located as inconspicuously as possible and are removed immediately after completion of such construction.
- (d) No antenna for transmission or reception of television signals or any other form of electro-magnetic radiation shall be erected, used or maintained on the Site outside any building, whether attached to an improvement or otherwise, in such a manner as to be visible from any street.
- (e) A standardized central mailbox design and location conforming to the Declarant's specifications shall be used.
- (f) No heating, air conditioning or ventilation equipment which is visible on the exterior of any improvement shall be permitted on the Site unless approved by the Declarant in writing. Approval shall be based upon appearance and adequacy of screening of such equipment.
- (g) All metal roofs must be standing seams, and over hangs must be soffited if

5.6 Signs

All signs must conform to the requirements of the city or county having jurisdiction and be approved by the Declarant in writing before erection. Each building shall be identified by a number affixed in a location or locations on the building determined by the Declarant. All other signs, including, without limitation, business identification signs, building directories, "For Sale" and "For Lease" or similar signs advertising the availability of property on individual Sites, shall conform to a sign policy, including a common sign and color scheme, established by the Declarant, as amended from time to time.

5.7 Storage Areas

- (a) Garbage and refuse containers shall be concealed by means of a screening wall of material similar to and compatible with that of the building. These elements shall be integral with the concept of the building plan, be designed so as not to attract attention, and shall be located in the most inconspicuous manner possible.
- (b) No materials, supplies or equipment shall be stored on the Site except inside a closed building, or behind a visual barrier screening such areas so that they are not visible from neighboring streets or property, unless approved by the Declarant in writing.
- (c) No storage tanks shall be permitted on a Site without the prior written approval of Declarant and receipt of all necessary approvals and permits from any governmental agency having jurisdiction.
 - (d) No trailer shall be used for storage purposes on a Site.

5.8 Utility Service

No lines, wires, or other devices for the communication or transmission of electric current, telephone, television, fiber optic, digital, cable or radio signals, shall be constructed, placed or maintained anywhere in or upon a Site unless the same shall be contained in conduits or cables constructed, placed and maintained underground or concealed in, under, or on buildings or other approved improvements, provided that electrical transformers may be permitted if properly screened and approved in compliance with these requirements.

ARTICLE 6

CONSTUCTION AND MAINTENANCE

6.1 Prosecution of Work

Following Declarant's approval of complete plans and specifications described in section 4.1, the Owner receiving such approval shall promptly satisfy any conditions of the approval and diligently proceed with the prosecution of all approved landscaping, construction or alterations in strict conformity to the approved plans and specifications. If for any reason work has not commenced within one (1) year from the date of Declarant's approval, the approval shall cease

to be effective.

6.2 Completion of Work

All construction, reconstruction, refinishing or alterations of any improvement including landscaping shall be completed within one (1) year from the commencement of the work, unless otherwise agreed by Declarant.

6.3 Inspections

Declarant shall have the right, upon reasonable prior notice to Owner, to inspect any work related to any building, structure or facility or any landscaping or other improvements within the Business Park to determine its conformity with the approved plans and specifications. In the event Declarant determines in good faith that certain work is non-conforming, Declarant may issue a stop work notice, without the necessity of court order, which shall require the Owner to correct all non-conforming work specified in the notice before the remainder of the proposed work may be completed. Continued work without correction of any such non-conforming items shall be deemed a breach of these Protective Covenants. Any inspection or correction conducted or instituted by Declarant shall have the same purpose and effect as Declarant's review and approval of plans and specifications, as set forth in Section 4.5.

6.4 Maintenance Requirements

Each Owner shall at all times keep the Site and the buildings, improvements, landscaping, and other appurtenances thereon in a safe, clean, neat, and sanitary condition and shall comply with all laws, ordinances, and regulations pertaining to health and safety. Each Owner shall provide for the regular and prompt removal of trash and rubbish from the Site. During construction, it shall be the responsibility of each Owner to insure that construction sites are kept free of unsightly accumulations of rubbish and scrap materials, and that construction materials, trailers, shacks, and the like are kept in a neat and orderly manner. Prior to installation of approved landscaping, vegetation on any unimproved portion of a Site must be kept below eight inches (8") in height, excluding native shrubs and trees, unless otherwise approved by Declarant.

6.5 Enforcement

The Declarant shall have the right to enter any Site for the purpose of determining compliance with these Protective Covenants. If a violation is discovered, the Owner of the Site may be given written notice and demand to cure the violation within a reasonable time stated. If the violation is not timely cured, the Declarant may cause the violation to be cured at the Owner's expense. The Owner shall pay the expense of cure, including any legal and administrative expense incurred, within ten (10) days of billing. All amounts billed and unpaid within the time provided shall be both the personal obligation of the Owner and a lien on the Site in the same manner as provided in Section 8.2, which lien shall be subject to the provisions in Article 9.

ARTICLE 7

OWNERS' COMMITTEE

7.1 Declarant's Right to Exercise Controls

- (a) Declarant, as a developer and original owner of all Sites in the Business Park, shall exclusively exercise all design, landscaping, sign and other controls as well as those other duties, obligations, and rights prescribed under this Declaration until Declarant relinquishes the exercise of control and the burden of such duties to the Owners' Committee as set forth in Section 7.2 below.
- Phases, as the same may be enlarged by the addition of land pursuant to Section 1.2, or at any earlier time after the sale of seventy-five percent (75%) of all Sites in the Business Park at Declarant's option, Declarant shall relinquish its exercise of such control and burdens of such duties and shall record in appropriate offices a declaration stating that Declarant no longer desires to exercise any further controls over development in the Business Park except to the degree it has such rights as an Owner or as a member of the Owners' Committee. Copies of such declaration shall be provided to each Owner within the Business Park contemporaneously with recordation of the declaration. Recordation of such a declaration shall formally terminate the Declarant's rights and duties relating to design, landscaping, sign, and other controls, as the case may be, as well as any other duties, rights, and obligations of Declarant under these Protective Covenants, except to the degree it has such rights as an Owner or as a member of the Owners' Committee.

7.2 Formation of Owners' Committee

Upon Declarant's relinquishment of its control and duties, the Owners' Committee shall automatically come into existence. The Owners' Committee shall succeed to all duties, powers, responsibilities, right, and privileges of Declarant under these Protective Covenants.

7.3 Selection of the Owners' Committee

- (a) Within thirty (30) days after the commencement date of the Owners' Committee, the initial members of the Owners' Committee shall be elected. Persons eligible for the Owners' Committee shall be limited to directors, officers, employees, agents, owners or partners of any corporation, partnership, joint venture or proprietorship owning any Site within the Business Park. Declarant shall solicit from and then circulate to all Owners, a list of nominees for the five (5) initial Owners' Committee positions within the 30-day organizational period. Declarant shall then conduct an election of the initial Owners' Committee. The five nominees obtaining the highest vote totals shall constitute the initial Owners' Committee.
- (b) Each Owner of a Site shall have the right to cast one vote for each Committee position per each Site. If the Owner of a Site consists of more than one person or entity, they shall agree among themselves and designate in writing a single person who is entitled to cast the votes for the Site. If they do not agree and designate the person entitled to cast the

votes for the Site, that Site shall not be allowed to vote. The initial Owners' Committee shall meet within ten (10) days after the election and may at that time adopt any governing documents, including bylaws, guidelines, procedures, rules, and regulations relating to the Owners' Committee and the Business Park.

7.4 Declarant's Responsibilities

In the event Declarant is unsuccessful in organizing the Owners' Committee within the 30-day organizational period specified by Section 7.3 above, Declarant shall have no further responsibilities relating to the Owners' Committee and the Owners' Committee shall be organized exclusively by the Owners within the Business Park. Such failure of organization of the Owners' Committee shall not affect the existence of the Owners' Committee or the effectiveness of the Protective Covenants.

7.5 Legal Form, Owners' Committee

The Owners' Committee shall determine the legal form of the Owners' Committee and any association of Owners.

ARTICLE 8

ASSESSMENTS

8.1 Purpose and Amounts of Assessments

- (a) Assessments may be made by Declarant to cover the cost of or to establish a reasonable reserve for providing any service or capital expense for the general benefit of the Business Park, and may include an administrative fee not to exceed ten percent (10%) of the assessment. Purposes for which assessments may be imposed shall include but not be limited to retaining professional assistance in the review of plans and specifications submitted by Owners for approval, performing maintenance upon the default of an Owner in its obligation under these Protective Covenants, and other expenses of enforcement hereunder.
- (b) The amount of assessments shall be determined by the Declarant after preparation of an annual budget giving due consideration to the current and future costs of implementing the Protective Covenants. Such assessment shall not exceed \$200 per Site per year through the first full calendar year after these Protective Covenants are recorded, and shall be increased by no more than ten percent (10%) each calendar year thereafter. The Declarant shall fix the amount of assessment against each Site for each calendar year at least thirty (30) days in advance of such year and shall send written notice of the assessment to each Owner at least fifteen (15) days in advance. If Declarant does not send a notice within such time, assessments shall continue at the same level as for the previous year. The assessments shall be paid on a yearly basis within thirty (30) days of receipt of the assessment notice from Declarant. In the event the amount to be assessed for any period exceeds or is less than anticipated actual expenses, Declarant in its discretion may, by resolution, appropriately adjust the amount of the assessments. Each Owner shall be entitled to a copy of the current annual budget and a statement of actual expenses for the preceding calendar year upon request.

8.2 Creation of the Lien and Personal Obligation of Assessments

The Declarant, for each Site owned by it, hereby covenants and agrees to pay, and each Owner of any Site by acceptance of a deed of that Site, whether or not it shall be so expressed in any such deed, is deemed to covenant and agree to pay the Declarant assessments to be fixed, established, and collected from time to time as herein provided. The assessments, together with interest thereon and costs of collection, shall be a charge on the land and shall be a continuing lien upon the Site against which each such assessment is made. Each assessment, together with such interest, costs, and reasonable attorney fees, shall also be the personal obligation of the person who was the Owner of the Site at the time when the assessment fell due. The personal obligation shall not pass to his successor in title unless expressly assumed by them.

8.3 Rate of Assessment

Assessments shall be spread to all Sites in proportion to the square footage of all Sites in the Business Park. Declarant may also apportion the assessment amounts among the Sites using other factors if it determines that such apportionment would be appropriate.

8.4 Assessment of Sites Owned by Declarant

Without exception, each Site owned by Declarant shall be subject to assessment in the same manner as any other Site owned by any other Owner.

ARTICLE 9

NONPAYMENT OF ASSESSMENTS

9.1 Delinquency

Any assessment provided for in this Declaration which is not paid when due shall be delinquent. If any such assessment is not paid within the thirty (30) days after the delinquency date, the assessment shall bear interest from the date of delinquency at the then legal rate. In addition to all legal and equitable rights or remedies, the Declarant may, at its option, bring an action at law against the Owner personally obligated to pay the same or foreclose the lien against the Site. All remedies shall be considered cumulative and pursuit of one remedy shall not bar pursuit of another. In the event a judgment is obtained, such judgment shall include interest on the assessment, late charges and a reasonable attorney's fee, together with the cost of the action.

9.2 Notice of Lien

No action shall be brought to foreclose an assessment lien until thirty (30) days after the date a notice of claim of lien is deposited in the United States mail, certified or registered, postage prepaid, to the Owner of said Site, and a copy thereof is recorded by the Declarant in the office of the County Recorder in the County in which the Business Park is located. The notice of claim of lien must recite a good and sufficient legal description of the Site, the record Owner or reputed Owner thereof, the amount claimed (which may at the Declarant's option include interest

on the unpaid assessment at the legal rate, plus reasonable attorney fees and expenses of collection in connection with the debt secured by said lien), and the name and address of the claimant.

9.3 Curing of Default

Upon the timely curing of any default for which a notice of claim of lien was filed by the Declarant, the Declarant shall file or record, as the case may be, an appropriate release of such notice, upon payment by the defaulting Owner of a fee that has been determined by the Declarant to be adequate to cover the costs of preparing and filing or recording such release, together with the payment of such other costs, interest, or fees as shall have been incurred.

9.4 Subordination of Assessment Liens

If any Site subject to a monetary lien created by any provision hereof shall be subject to the lien of mortgage or deed of trust: (1) the foreclosure of any lien created by anything set forth in this Declaration shall not operate to affect or impair the lien of such mortgage or deed of trust; and (2) the foreclosure of the lien of a mortgage or deed of trust, the sale of the property pursuant to the mortgage or deed of trust or the acceptance of a deed in lieu of foreclosure shall not operate to affect or impair the lien hereof, except that the lien hereof for said charges as shall have accrued up to the foreclosure, sale, or the acceptance of a deed in lieu of foreclosure shall be subordinate to the lien of the mortgage or deed of trust with the foreclosure-purchaser or deed-in-lieu-grantee taking title free of the lien hereof for all said charges that have accrued to the time of the foreclosure, sale, or deed given in lieu of foreclosure, but subject to the lien hereof for all such charges that shall accrue subsequent to the foreclosure, sale, or deed given in lieu of foreclosure, sale, or deed given in lieu of foreclosure, sale, or deed given in lieu of foreclosure.

ARTICLE 10

ENFORCEMENT

10.1 Inspection

Declarant or any of its agents or designees may from time to time at any reasonable hour and upon reasonable prior notice, enter upon and inspect and property subject to these Protective Covenants to ascertain compliance. No prior notice shall be necessary in the case of an emergency.

10.2 Abatement of Violations

Failure to comply with any term or provision of these Protective Covenants shall give to Declarant or any other Owner the right, following five (5) days' written notice addressed to the Owner upon whose Site a violation occurs, to abate, remove or cure such violation at the expense of the non-complying Owner. Reimbursement of such expense shall be both the personal obligation of the non-complying Owner and a lien on the Site in the same manner as provided in Section 8.2, which lien shall be subject to the provisions of Article 9.

10.3 Violation a Nuisance

Any activity or use conducted in the Business Park in violation of these Protective Covenants is hereby declared to be a public nuisance as to residents of the surrounding area and a private nuisance as to other Owners in the Business Park. All legal and equitable relief available for the abatement of such nuisances shall be available to restrain and enjoin such nuisances and to recover resulting damages.

10.4 Cumulative Remedies; Nonwaiver

The remedies listed above for violation of the Protective Covenants shall not be mutually exclusive nor exclude any other remedy available under applicable law. Failure to enforce these Protective Covenants by Declarant or by any other person as to any given breach shall not be considered a waiver of the right to enforce these Protective Covenants as to any further breaches.

10.5 Attorney Fees

In any legal or equitable proceedings to enforce or restrain violation of these Protective Covenants or to collect the costs of abatement as provided in Section 10.2, the losing party or parties shall pay the attorney fees of the prevailing party or parties in such amount as may be fixed by the court at trial or on any appeal, including any costs and fees that may be incurred in bankruptcy proceedings.

10.6 No Liability

Neither Declarant nor its successors or assigns shall be liable to anyone seeking approval pursuant to these Protective Covenants not to any other Owner for granting approval or disapproval, or taking or failing to take action.

ARTICLE 11

DURATION

11.1 Duration

Unless sooner terminated or modified according to the procedure provided in Section 11.2 below, these Protective Covenants shall remain in effect for a period expiring on the fortieth anniversary of the execution of the Declaration, which is May 31, 2045, and shall be automatically renewed for an unlimited number of successive ten-year periods.

11.2 Amendment and Repeal

This Declaration may be extended or any of the Protective Covenants herein may be modified with the written consent of the Declarant and the Owners of seventy-five percent (75%) of the land area of Sites within the Business Park. After additional land (including, without limitation, Future Phases) has been added to the Business Park, this Declaration may be modified as to the initial phase or any Future Phase(s) by the Declarant and the Owners of

seventy-five percent (75%) of the land area of Sites within such phase(s). Such extension, or modification shall become effective upon the recording of the proper instrument in the deed records of the county where this Declaration is filed. Any modification of the Protective Covenants shall require Declarant's consent until the Declarant ceases to be an Owner of any Site in the Business Park or the Future Phases. No amendment of this Declaration shall affect the rights of a mortgagee under a mortgage or a trustee or beneficiary under a trust deed constituting a lien on any Site unless such person consents in writing to the amendment.

ARTICLE 12

MISCELLANEOUS

12.1 Constructive Notice and Acceptance

Every person who now owns or in the future acquires any right, title, estate, or interest in or to the Business Park shall be bound by the terms of these Protective Covenants whether or not any reference to the Protective Covenants is contained in the instrument by which such person acquires an interest in the Business Park.

12.2 Delegation and Assignment of Declarant's Rights and Duties

The Declarant may from time to time delegate any or all of its rights, powers, discretion, and duties as Declarant hereunder to such agent or agents as it may designate. As long as Declarant owns more than twenty-five percent (25%) of the Sites in the Business Park or the Future Phases, Declarant may permanently assign all of its rights, powers, discretion, and duties as Declarant hereunder to any successor in interest to all of Declarant's interest in the Business Park, which assignment shall be effective upon such assignee evidencing its consent in writing to the assignment and recording the assignment in the county deed records where this Declaration is recorded. Upon such recording, the assigning Declarant shall be released from all duties and responsibilities as Declarant under those Protective Covenants. Once Declarant owns twenty-five percent (25%) or less of the Sites in the Business Park or the Future Phases, Declarant may only permanently assign all of its rights, powers, discretion, and duties as Declarant to the Owners' Committee as provided in Article 7.

12.3 Notices

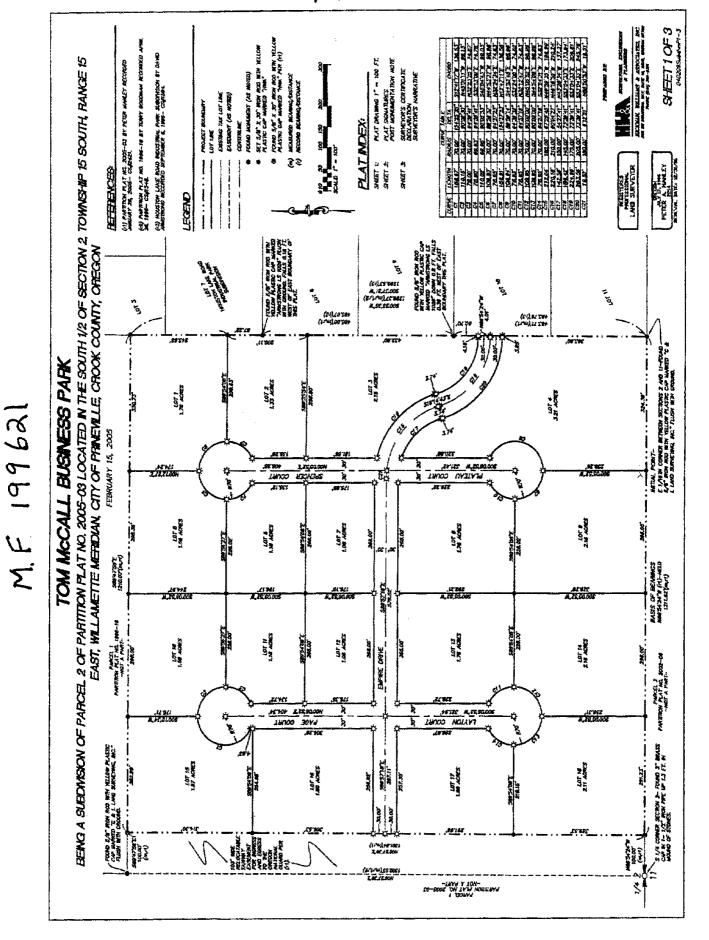
All notices to be given pursuant to this Declaration shall be in writing. If given to the Declarant, notice is effective only upon receipt. If given to an Owner, notice is effective two (2) days after mailing by the Unites States certified or registered mail, postage prepaid, addressed to the Owner of a Site at the address shown on the then current property tax roll for the county in which the Site is located.

12.4 Effect of Invalidation

If any term or provision of these Protective Covenants is held to be invalid by any court, such invalidity shall not affect in any way the validity of the remaining Protective Covenants.

IN WITNESS WHEREOF, the undersigned Declarant has caused the execution of this Declaration on the date first written.

DECLARANT:	
JERIKO DEVELOPMENT, INC.	
By: Jerry Freund, President	By: Kevin Spencer, Vice President
K.	L.
STATE OF OREGON, EROOK, COUNTY DESCRIPTED	
The foregoing instrument was acknown	whedged before me this 10 to day of derry Freund, as the President of Jeriko Development
2200.	Δ
OFFICIAL SEAL AMY BERGER NOTARY PUBLIC- OREGON COMMISSION NO. 356177 MY COMMISSION EXPIRES MAR 27, 2006	Notary Public for Oregon My commission expires: Much 17, 1006
STATE OF OREGON, CROOK COUNTY DESCRIPTION	
The foregoing instrument was acknown	
May , 2005, by F Development, Inc.	Kevin Spencer, as the Vice President of Jeriko
•	and a Parage
	Notary Public for Oregon
OFFICIAL SEAL AMY BERGER NOTARY PUBLIC- OREGON COMMISSION NO. 356177 HY COMMISSION EXPIRES MAR 27, 2006	My commission expires: March 77, 2006



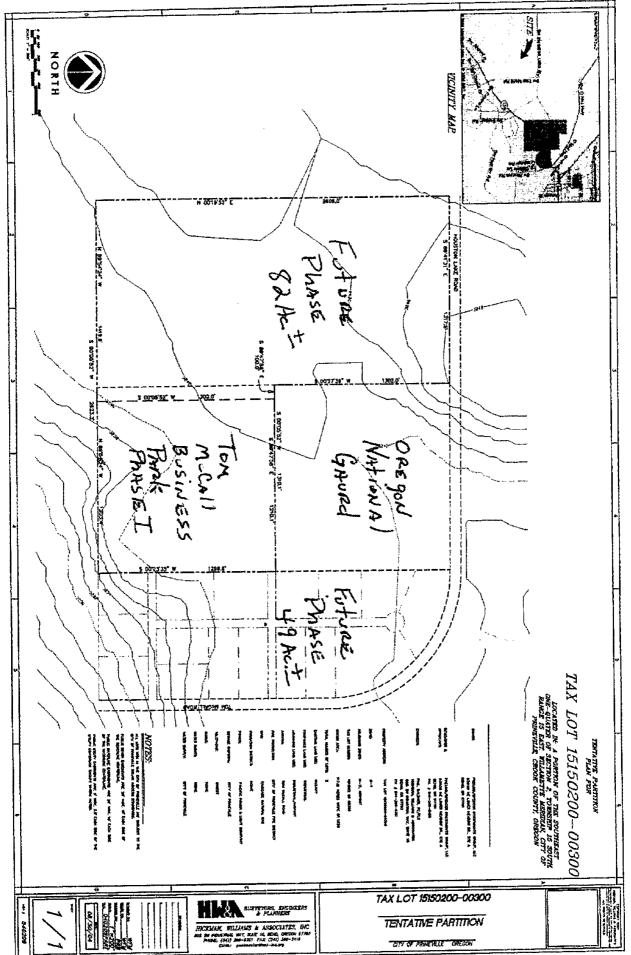


Exhibit B Futures Phases